

TIGARD WATER DISTRICT BUDGET MEETING

**Monday, May 23, 2005
6:30 p.m.**

Members Present: **George Rhine, Beverly Froude, Marc Delphine and Norm Penner**

Members Absent: **Janet Zeider - excused**

Budget Committee Members Present: **Charlie Stalzer, Wynne Wakkila, Kathy Palmer, and Isador Morgavi**

Budget Committee Members Absent: **Mary Stobbe**

Staff Present: **Dennis Koellermeier, Michelle Wareing and Twila Willson**

Visitors: **Henrietta Cochrun**

1. *Call to Order*

Commissioner Beverly Froude, acting as the appointed Budget Officer, called the Budget Committee Meeting to order at 6:35 pm.

2. *Roll Call and Introductions*

3. *Appointment of New Budget Committee Members*

Commissioner Norm Penner motioned to appoint Wynne Wakkila, Isador Morgavi, Kathy Palmer and Charlie Stalzer as Budget Committee Members for three-year terms, Commissioner George Rhine seconded the motion and the Tigard Water District Board voted unanimous for the appointments.

4. *Budget Message and Proposed Budget*

Commissioner Froude explained about the Tigard Water District (TWD), who the members on the Intergovernmental Water Board (IWB) were and how the TWD was represented on that board. She invited the budget committee members to join them at the regular meetings.

Commissioner Froude stated that the proposed budget was not very interesting or unusual and had followed the same strategies as in previous years.

5. 2005/2006 Fiscal Year Budget Discussion

Michelle Wareing explained that 1% of water sales each year belonged to the TWD and those funds were to be budgeted. As sporadic annexations have occurred, it has been the board's strategy to make the money accessible should they require access to the funds.

Discussion of various budget items included the following points:

- The operating budget for items such as landscaping, etc., is covered through the City of Tigard's budget and is, therefore, not included in the TWD budget.
- The revenue total increases each year because the budget is not being spent and the money is carried over from year to year
- Funds are deposited in an interest bearing account for local governments
- The full amount of revenue has been retained for availability in case the unknown occurs

Mr. Morgavi asked if a scholarship could be set up to use the money. Mr. Koellermeier explained that the general overlying principals were laid out in the general agreement of the board and the intergovernmental agreement (IGA), which specifies how the money can be spent. Historically the TWD has not spent much money for operation of the board. The IGA could be revisited and amended.

6. Public Hearing and Discussion

Isador Morgavi directed a question to Dennis Koellermeier about the status of long range water supply in light of the growth on Bull Mountain. Mr. Morgavi was concerned about supply and demand issues due to new development and the possibility of endangering the current supply.

Mr. Koellermeier recommended postponing his response to the question until the regular TWD meeting following the budget committee meeting.

7. Budget Recommendation and Approval

Wynne Wakkila motioned to recommend and approve the proposed TWD budget for FY '05-'06 and Isador Morgavi seconded the motion that the budget be accepted as proposed. The committee voted unanimously to accept the budget.

On June 27th the TWD board will adopt the budget. Commissioner Froude thanked the committee members for their participation.

8. Adjournment

Commissioner Marc Delphine motioned to adjourn, Commissioner Penner seconded the motion and the vote was unanimous to adjourn at 7:03 p.m.